Dividend paid by nationalised banks

982. SHRI JALALUDIN ANSARI:
SHRI GAYA SINGH :

Will the Minister of FINANCE be pleased to state :

(a) whether nationalised banks have been paying dividend to the Government;

(b) if so, what is the basis of fixing the amount of dividend; and

(c) year-wise dividends paid by each of the 20 banks during the last five years ?

THE MINISTER OF STATE I THE MINISTRY OF FINANC (SHRI M.V. CHANDRASHEKAR MURTHY) : (a) and (b) In terms Section 10(7) of Banking Compani (Acquisition and Transfer of Und takings) Act 1970/80, after maki provision for & and doubtful deb depreciation in assets, contributi to staff and superannuatic funds and all other matters f which provision is necessary und the law or which is usually provid for Banking Companies a nationalis bank, may, out of its net profi declare a dividend and retain t surplus, if any.

(c) Year wise details of the di dend paid by the nationalised ban for the years 1990, 1991, 1992, 19 and 1994 as reported by RBI a given in the statement.

Statement

Year-wise details of the Dividend paid by Nationalised Banks for the last 5 years.

(Amount in crore

Name of Bank	As on March				
	1990	1991	1992	1993	1994
1	2	3	4	5	
1. Allahabad Bank	2.03	2.04	3.11	..	
2. Andhra Bank	1.75	0.56	0.87	..	
3. Bank of Baroda	9.25	10.00	15.00	..	5.(
4. Bank of India	7.26	8.49	12.63	..	
5. Bank of Maharashtra	0.56	0.93	1.44	..	
6. Canara Bank	8.74	10.02	16.59	1.06	5.1
7. Central Bank of India	2.69	3.48	5.00	..	
8. Corporation Bank	1.20	1.31	2.00	1.00	1.(
9. Dena Bank	0.25	1.76	2.70	..	
10. Indian Bank	2.00	3.30	5.00	0.50	
11. Indian Overseas Bank	1.00	1.74	2.55	..	
12. New Bank of India	..	..	..	..	
13. Oriental Bank of Comm.	2.24	2.25	3.38	..	1.0

1	2	3			
Punjab National Bank . .	1.50	3.50	5.00	1.01	*
Punjab & Sind Bank . . .	..	—	—	..	..
Syndicate Bank . . .	0.95	1.04	1.26	—	..
Union Bank of India . . .	5.11	2.55	3.85	—	2.00
United Bank of India . . .	0.14	0.58	0.50	—	..
UCO Bank	0.23	..	—	—	—
Vijay Bank	2.71	—	—	—	—

*Balance Sheet not yet finalised.

Writing off Bad Debts

983. SHRI JALALUDIN ANSARI :
SHRI GURUDAS DAS GUPTA :

Will the Minster of FINANCE pleased to state :

(a) whether public sector banks llow a practice of technically riting off certain bad debts and ep them as debt under collection or the purpose of pursuing recovery;

(b) if so, what is the amount of bits actually written off and techni-lly written off by each of the public ctor banks during the last five years, ar-wise; and

(c) what is the amount of recovery f debts under collection year-wise nd how the recoveries are accounted or ?

THE MINISTER OF STATE IN HE MINISTRY OF FINANCE SHRI M.V. CHANDRASHEKARA MURTHY) : (a) Yes, Sir.

(b) The information is being ollected and will be laid on the Table of the House.

(c) The amount of recovery of debts under collection year-wise is not available. The accounting of re-coveries in respect of bad debts will depend on whether bad debt has been provided for leaving the account in the ledger intact or whether the bad debt has actually been written off in the ledger itself. In the former case, the recovery while being credited to the borrowal account in respect of which the recovery has been made, the provision made against the account is treated as excess and utilised for some other accounts at the year end or taken to profit and loss. A/c. In the latter case, the amount will be created to bad debt recovered account, or other account of a similar nature.

Fraud in Indian Bank in U.K.

984. SHRI N. GIRI PRASAD :
SHRI GURUDAD DAS GUPTA :

Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that a special investigation team from Scotland Yard was in India to investigate a massive fraud involving Indian banks with branches in the UK; and

(b) if so, what are the names and other details of the bank and company involved and the details of the fraud committed ?